NEC BRIEFING

10 December 1958

CAMBODIA-TRAILAND-LAOS

- I. Cambodia facing growing threat of Communist subversion. Weaknesses due largely to quixotic, one-man rule of Prince Sihanouk.
 - A. Sihanouk has unilaterally concluded political and economic agreements with Sino-Soviet bloc over past two years.
 - B. ChiCom embassy new in Phnom Penh, after diplomatic relations: established last July. Peiping has fine opportunity for making new inroads among 300,000 Overseas Chinese. (Soviets, Polas, and Czechs also have embassies in Phnom Penh.)
 - C. Buddhist clergy and Vietnamese minorities and Cambodian youth also important targets. Commiss have penetrated educational syntem.
 - D. Cambodian-language radio broadcasts, movies, literature, etc., used by Commies expand influence.
- II. Developing Commis economic aid programs and trade avenues are longrange threats of major significance.
 - A. Bloc aid consists of \$28 million pledged by Chicoms plus token amounts from rest of bloc. (55 has extended \$150 million since 1955; current annual contribution has dropped to \$30 million.)
- III. Prequent government shakeups under Sihanouk's erratic leadership 25X1 precludes strong administration needed for effective counteraction.
- IV. Sihanouk still firmly in saddle with no immediate prospects his eclipse.
 - A. Threat of coup by rightist elements considered remote.
 - B. Dissatisfaction is official circles no serious threat as yet.
 - C. Apploved of Rease 200000 to: Of Marrie 000000 Caca 100900 00000 prerogatives.

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- V. Sihanouk's recent decision (25 November) to break diplomatic relations with Thailand is example of his unpredictable nature. Action has precipitated Thai-Cambodian crisis.
 - A. Evidence indicates Sihanouk's move stemmed solely from sud-kin anger over Thai press articles which, though oritical, seemed relatively mild in tone.
- VI. This action came at time when Marshal Sarit, himself dictatorial and inclined to spur-of-moment decisions, was being threatened by rising factionalism among politically ambitious subordinates.
 - A. Sarit seized on Cambodian "insult" to unify his followers.
 - B. Sarit has made strong, probably unacceptable demands on Cambodians and both countries informally circulating charges publicly and at UM.

VII.	Peiping	sympathetic	to	Cambodia's	#1de	of	story	

- A. Cambodia may eventually turn to Communist China for support, as it did last summer in squabble with South Vietnam.
 - 1. Sihancuk would seek Peiping's support in hope of maintaining his neutralist position in Southeast Asia.
- VIII. In Lace, parliamentary government seems to be failing apart.
 - A. Pro-West Premier Phoui, fearing he cannot long depend on his slim majority in Mational Assembly, believes army coup is bast solution for effective, anti-Communist government.

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